Matthew Denn Insurance Commissioner



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## **NOTICE**

## IMPORTANT INFORMATION FOR SURPLUS LINES LICENSEES

ALL SURPLUS LINES INSURANCE BUSINESS MUST BE PROCURED THROUGH A DULY LICENSED SURPLUS LINES BROKER. (18 <u>Del</u>. <u>C.</u>, §1904)

Producers – resident and non-resident -- should not place surplus lines policies covering Delaware risks without first obtaining a Delaware Surplus Lines Broker license. Non-residents may become licensed in Delaware as surplus lines brokers, and should do so if they intend to transact surplus lines business in this state.

## **Important:**

- The Department requires that **both** individuals and business entities (agencies, brokerages, firms, etc.) be specially licensed for surplus lines to transact surplus lines business in this state.
- All business entities holding or obtaining a license for surplus lines must have at least one designated responsible licensed producer associated with the business entity who is licensed as an individual surplus lines broker.
- All individual SL brokers that are affiliated in any way (such as use of business entity name, letterhead, address, etc.) with an insurance business entity must report using both their individual Broker ID and the Agency ID and should use the business entity address on their premium tax reports.

## License applications may be obtained at these links:

Individual: <a href="http://www.state.de.us/inscom/departments/licensing/New2A.pdf">http://www.state.de.us/inscom/departments/licensing/New2A.pdf</a>
Business entity: <a href="http://www.state.de.us/inscom/departments/licensing/New2B.pdf">http://www.state.de.us/inscom/departments/licensing/New2B.pdf</a>